

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 60 days from plugging date.

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING RECORD
K.A.R. 82-3-117

Form CP-4
March 2009
Type or Print on this Form
Form must be Signed
All blanks must be Filled

OPERATOR: License #: 30742
Name: Palomino Petroleum, Inc.
Address 1: 4924 SE 84th St.
Address 2: _____
City: Newton State: KS Zip: 67114 + 8 8 2 7
Contact Person: Klee R. Watchous
Phone: (316) 799-1000
Type of Well: (Check one) Oil Well Gas Well OG D&A Cathodic
 Water Supply Well Other: _____ SWD Permit #: _____
 ENHR Permit #: _____ Gas Storage Permit #: _____
Is ACO-1 filed? Yes No If not, is well log attached? Yes No
Producing Formation(s): List All (If needed attach another sheet)

Depth to Top: _____ Bottom: _____ T.D. _____

Depth to Top: _____ Bottom: _____ T.D. _____

Depth to Top: _____ Bottom: _____ T.D. _____

API No. 15 - 135-25197-00-00
Spot Description: _____
NE SW SE NW Sec. 26 Twp. 16 S. R. 25 East West
2,205 Feet from North / South Line of Section
1,775 Feet from East / West Line of Section
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: Ness
Lease Name: Livingston Well #: 2
Date Well Completed: 1/10/11
The plugging proposal was approved on: 1/3/11 (Date)
by: Jerry Stapleton (KCC District Agent's Name)
Plugging Commenced: 1/10/11
Plugging Completed: 1/10/11

Show depth and thickness of all water, oil and gas formations.

| Oil, Gas or Water Records | | Casing Record (Surface, Conductor & Production) | | | |
|---------------------------|---------|---|--------|---------------|------------|
| Formation | Content | Casing | Size | Setting Depth | Pulled Out |
| | | Surface | 8 5/8" | 233' | 0 |
| | | | | | |
| | | | | | |
| | | | | | |

Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same depth placed from (bottom), to (top) for each plug set.

Commenced cementing 1/10/11. 1st plug: 50 sx @ 1980', 2nd plug: 80 sx @ 1140', 3rd plug: 50 sx @ 600', 4th plug: 40 sx @ 240', 5th plug: 20 sx @ 60', 30 sx in RH. 60/40% pozmix, 1% gel with 1/4# floseal/sx. Plugging completed on 1/10/11 @ 12:00 a.m. by Allied Cementing.

RECEIVED

FEB 28 2011

2-28-11
KCC WICHITA

Plugging Contractor License #: 5123 Name: Pickrell Drilling Company, Inc.
Address 1: 100 S. Main, Suite 505 Address 2: _____
City: Wichita State: KS Zip: 67202 + 3 7 3 8
Phone: (316) 262-8427
Name of Party Responsible for Plugging Fees: Palomino Petroleum, Inc.
State of Kansas County, Harvey, ss.
Klee R. Watchous Employee of Operator or Operator on above-described well,
(Print Name)

being first duly sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.

Signature: Klee R. Watchous